

BANCO DE A. EDWARDS
CONSOLIDATED STATEMENTS OF INCOME (Under Chilean GAAP)

(Expressed in millions of constant Chilean pesos (MCh\$), as of December 31, 2000 and millions of US dollars (MUS\$))

	Quarters				% Change		Year Ended			% Change
	4Q99 MCh\$	3Q00 MCh\$	4Q00 MCh\$	4Q00 MUS\$	4Q00-4Q99	4Q00-3Q00	Dec 99 MCh\$	Dec 00 MCh\$	Dec 00 MUS\$	Dec 00 - Dec 99
Interest revenue and expense										
Interest revenue	65.030	68.928	82.748	144,5	27,2 %	20,0 %	268.513	294.360	514,0	9,6 %
Interest expense	(40.704)	(40.351)	(55.098)	(96,2)	35,4 %	36,5 %	(161.876)	(189.594)	(331,1)	17,1 %
Net interest revenue	24.326	28.577	27.650	48,3	13,7 %	(3,2) %	106.637	104.766	182,9	(1,8) %
Provision for loan losses	(37.884)	(5.796)	(6.866)	(12,0)	(81,9) %	18,5 %	(66.888)	(35.380)	(61,8)	(47,1) %
Income from services, net										
Income from services	4.931	6.027	6.695	11,7	35,8 %	11,1 %	18.360	21.415	37,4	16,6 %
Services expenses	(1.123)	(1.384)	(1.171)	(2,0)	4,3 %	(15,4) %	(4.191)	(4.649)	(8,1)	10,9 %
Income from services, net	3.808	4.643	5.524	9,7	45,1 %	19,0 %	14.169	16.766	29,3	18,3 %
Other operating income, net										
Gains on financial instruments, net	911	593	475	0,8	(47,9) %	(19,9) %	1.881	2.295	4,0	22,0 %
Foreign exchange transactions, net	2.190	(637)	2.582	4,5	17,9 %	-	4.677	6.643	11,6	42,0 %
Total other operating income, net	3.101	(44)	3.057	5,3	(1,4) %	-	6.558	8.938	15,6	36,3 %
Other income and expenses										
Recovery of loans previously charged-off	1.164	707	1.539	2,7	32,2 %	117,7 %	3.704	3.667	6,4	(1,0) %
Non-operating income	671	469	698	1,2	4,0 %	48,8 %	2.267	2.519	4,4	11,1 %
Non-operating expenses	(1.873)	(241)	(972)	(1,7)	(48,1) %	303,3 %	(4.389)	(7.261)	(12,7)	65,4 %
Participation in earnings of equity investments	(21)	16	19	0,0	-	18,8 %	73	4	0,0	(94,5) %
Total other income and expenses	(59)	951	1.284	2,2	-	35,0 %	1.655	(1.071)	(1,9)	-
Operating expenses										
Personnel salaries and expenses	(8.812)	(10.883)	(10.375)	(18,1)	17,7 %	(4,7) %	(35.190)	(40.240)	(70,2)	14,4 %
Administrative and other expenses	(7.285)	(10.075)	(11.681)	(20,4)	60,3 %	15,9 %	(28.421)	(38.012)	(66,4)	33,7 %
Depreciation and amortization	(1.289)	(1.612)	(2.042)	(3,6)	58,4 %	26,7 %	(5.239)	(6.249)	(10,9)	19,3 %
Total operating expenses	(17.386)	(22.570)	(24.098)	(42,1)	38,6 %	6,8 %	(68.850)	(84.501)	(147,5)	22,7 %
Loss from price-level restatement	(640)	(949)	(2.385)	(4,2)	272,7 %	151,3 %	(2.450)	(6.983)	(12,2)	185,0 %
Minority interest in consolidated subsidiaries	(16)	(1)	0	0,0	(100,0) %	(100,0) %	(518)	(354)	(0,6)	(31,7) %
Income before income taxes	(24.750)	4.811	4.166	7,2	-	(13,4) %	(9.687)	2.181	3,8	-
Income taxes	4.256	(609)	(187)	(0,3)	-	(69,3) %	2.777	995	1,7	(64,2) %
Net income	(20.494)	4.202	3.979	6,9	-	(5,3) %	(6.910)	3.176	5,5	-

BANCO DE A. EDWARDS
CONSOLIDATED BALANCE SHEETS (Under Chilean GAAP)

(Expressed in millions of constant Chilean pesos (MCh\$) as of December 31, 2000 and millions of US dollars (MUS\$))

<u>ASSETS</u>	Dec 98	Dec 99	Sep 00	Dec 00	Dec 00	<u>% Change</u>	
	MCh\$	MCh\$	MCh\$	MCh\$	MUS\$	Dec 00 - Sep 00	Dec 00 - Dec 99
Cash and due from banks							
Noninterest bearing	217.654	129.313	174.644	193.363	337,6	10,7 %	49,5 %
Interest bearing	24.353	35.343	330	390	0,7	18,2 %	(98,9) %
Total cash and due from banks	242.007	164.656	174.974	193.753	338,3	10,7 %	17,7 %
Financial investments							
Government securities	21.033	65.485	55.036	60.616	105,9	10,1 %	(7,4) %
Investments purchase under agreements to resell	7.312	27.862	17.743	31.711	55,4	78,7 %	13,8 %
Investment collateral under agreements to repurchase	46.260	53.498	47.854	76.011	132,7	58,8 %	42,1 %
Other investments	43.139	129.748	154.959	125.952	219,9	(18,7) %	(2,9) %
Total financial investments	117.744	276.593	275.592	294.290	513,9	6,8 %	6,4 %
Loans, Net							
Commercial loans	1.159.251	1.081.495	1.076.056	1.115.358	1.947,6	3,7 %	3,1 %
Consumer loans	128.509	126.035	142.656	151.827	265,1	6,4 %	20,5 %
Mortgage loans	298.146	380.811	423.066	431.496	753,5	2,0 %	13,3 %
Foreign trade loans	136.824	122.056	160.538	185.686	324,2	15,7 %	52,1 %
Interbank loans	3.236	13.665	10.192	9.013	15,7	(11,6) %	(34,0) %
Lease contracts	63.688	54.165	47.749	50.439	88,1	5,6 %	(6,9) %
Other outstanding loans	131.301	137.853	141.438	141.425	247,0	(0,0) %	2,6 %
Past due loans	23.068	57.178	78.113	64.121	112,0	(17,9) %	12,1 %
Contingent loans	110.706	109.755	121.396	123.077	214,9	1,4 %	12,1 %
Total loans	2.054.729	2.083.013	2.201.204	2.272.442	3.968,1	3,2 %	9,1 %
Allowance for loan losses	(34.713)	(75.944)	(80.830)	(77.553)	(135,4)	(4,1) %	2,1 %
Total loans, net	2.020.016	2.007.069	2.120.374	2.194.889	3.832,7	3,5 %	9,4 %
Other assets							
Assets received in lieu of payment	6.451	10.261	5.122	13.057	22,8	154,9 %	27,2 %
Bank premises and equipment	46.970	47.412	54.550	61.690	107,7	13,1 %	30,1 %
Investments in other companies	1.294	1.374	1.501	1.356	2,4	(9,7) %	(1,3) %
Other	48.479	31.843	57.485	68.291	119,2	18,8 %	114,5 %
Total other assets	103.194	90.890	118.658	144.394	252,1	21,7 %	58,9 %
Total assets	2.482.961	2.539.208	2.689.598	2.827.326	4.937,0	5,1 %	11,3 %

BANCO DE A. EDWARDS
CONSOLIDATED BALANCE SHEETS (Under Chilean GAAP)

(Expressed in millions of constant Chilean pesos (MCh\$) as of December 31, 2000 and millions of US dollars (MUS\$))

LIABILITIES & SHAREHOLDERS' EQUITY

	Dec 98	Dec 99	Sep 00	Dec 00	Dec 00	% Change	
	MCh\$	MCh\$	MCh\$	MCh\$	MUS\$	Dec 00 - Sep 00	Dec 00 - Dec 99
Deposits							
Current accounts	193.840	210.887	203.615	227.009	396,4	11,5 %	7,6 %
Bankers drafts and other deposits	111.423	62.951	114.706	124.294	217,0	8,4 %	97,4 %
Saving accounts and time deposits	1.256.423	1.264.271	1.332.148	1.344.911	2.348,5	1,0 %	6,4 %
Total deposits	1.561.686	1.538.109	1.650.469	1.696.214	2.961,9	2,8 %	10,3 %
Borrowings							
Central Bank borrowings	3.637	2.870	2.518	2.363	4,1	(6,2) %	(17,7) %
Securities sold under agreements to repurchase	51.323	66.292	60.815	88.404	154,4	45,4 %	33,4 %
Mortgage finance bonds	312.466	398.308	448.754	458.206	800,1	2,1 %	15,0 %
Subordinated bonds	53.531	52.953	52.333	51.576	90,1	(1,4) %	(2,6) %
Other bonds	19.211	15.357	12.871	11.221	19,6	(12,8) %	(26,9) %
Borrowings from domestic financial institutions	112.796	72.009	21.748	40.467	70,7	86,1 %	(43,8) %
Foreign borrowings	52.451	20.426	21.726	41.771	72,9	92,3 %	104,5 %
Other obligations	19.769	21.692	26.225	33.174	57,9	26,5 %	52,9 %
Total borrowings	625.184	649.907	646.990	727.182	1.269,8	12,4 %	11,9 %
Other liabilities							
Contingent liabilities	110.467	109.537	121.278	122.884	214,6	1,3 %	12,2 %
Other	18.559	17.110	50.848	57.043	99,6	12,2 %	233,4 %
Total other liabilities	129.026	126.647	172.126	179.927	314,2	4,5 %	42,1 %
Minority interest in consolidated subsidiaries	3.424	3.731	0	0	0,0	-	(100,0) %
Shareholders' equity							
Capital	93.344	138.714	218.088	218.086	380,8	(0,0) %	57,2 %
Reserves	50.620	89.010	2.741	2.741	4,8	0,0 %	(96,9) %
Net income for the year	19.677	(6.910)	(816)	3.176	5,5	-	-
Total shareholders' equity	163.641	220.814	220.013	224.003	391,1	1,8 %	1,4 %
Total liabilities & shareholders' equity	2.482.961	2.539.208	2.689.598	2.827.326	4.937,0	5,1 %	11,3 %

BANCO DE A. EDWARDS
SELECTED CONSOLIDATED FINANCIAL INFORMATION

	Quarters			Year Ended	
	4Q99	3Q00	4Q00	Dec 99	Dec 00
Earnings per Share					
Net income per Share (Ch\$) ⁽¹⁾	-2,78	0,57	0,54	-0,94	0,43
Net income per ADS (Ch\$) ⁽¹⁾	-458,1	93,9	88,9	-154,5	71,0
Net income per ADS (US\$) ⁽²⁾	-0,83	0,16	0,16	-0,28	0,12
Book value per Share (Ch\$) ⁽¹⁾	29,9	29,8	30,3	29,9	30,3
Shares outstanding (Millions)	7.381,4	7.381,4	7.381,5	7.381,4	7.381,5
Profitability Ratios ⁽³⁾⁽⁴⁾					
Net interest margin	4,3%	4,6%	4,5%	4,9%	4,4%
Fees / Avg. Interest Earnings Assets	0,7%	0,8%	0,9%	0,65%	0,71%
Other Operating Revenues / Avg. Interest Earnings Assets	0,5%	0,0%	0,5%	0,3%	0,4%
Operating Revenues / Avg. Interest Earnings Assets	5,5%	5,4%	5,8%	5,8%	5,5%
Return on average total assets	-3,19%	0,61%	0,57%	-0,28%	0,12%
Return on average shareholders' equity	-47,1%	7,8%	7,2%	-4,2%	1,5%
Capital Ratios					
Shareholders equity / total assets	8,7%	8,2%	7,9%	8,7%	7,9%
Basic capital / risk-adjusted assets	11,2%	10,0%	9,7%	11,2%	9,7%
Total capital / risk-adjusted assets	12,5%	11,2%	10,8%	12,5%	10,8%
Credit Quality Ratios					
Past due loans / total loans	2,74%	3,55%	2,82%	2,74%	2,82%
Allowance for loan losses / past due loans	132,8%	103,5%	120,9%	132,8%	120,9%
Allowance for loans losses / total loans	3,65%	3,67%	3,41%	3,65%	3,41%
Provision for loan losses/Avg.Loans	7,45%	1,08%	1,24%	3,35%	1,70%
Risk index	3,28%	3,09%	2,92%	3,28%	2,92%
Operating and Productivity Ratios					
Operating expenses / operating revenue	55,7%	68,0%	66,5%	54,1%	64,8%
Operating expenses / average total assets ⁽³⁾	2,7%	3,3%	3,4%	2,8%	3,2%
Loans per employee (million Ch\$) ⁽¹⁾	793	761	773	793	773
Average Balance Sheet Data ⁽¹⁾⁽³⁾					
Avg. Interest earnings assets (million Ch\$)	2.280.159	2.464.595	2.481.652	2.186.948	2.361.286
Avg. Assets (million Ch\$)	2.567.576	2.770.012	2.796.704	2.486.209	2.653.418
Avg. Shareholders equity (million Ch\$)	173.890	216.708	219.969	163.948	214.224
Avg. Loans	2.034.159	2.152.682	2.208.684	1.997.724	2.082.066
Avg. Interest bearing liabilities (million Ch\$)	1.962.037	2.066.717	2.068.257	1.911.404	1.970.061
Other Data					
Inflation Rate	0,8%	1,0%	1,1%	2,3%	4,5%
Exchange rate (Ch\$)	527,70	565,37	572,68	527,70	572,68
Employees	2.626	2.892	2.939	2.626	2.939
Branches	75	82	86	75	86

Notes

(1) These figures were expressed in constant Chilean pesos as of December 31, 2000.

(2) These figures were calculated considering the nominal net income, the shares outstanding and the exchange rates existing at the end of each period.

(3) The ratios were calculated as an average of daily balances.

(4) Annualized data.